BPI

Financial Markets

Daily Report 22-May-2025

- Concerns over the US fiscal stance and debt burden—intensified by recent credit rating downgrades and ongoing tax bill negotiations in Washington—weighed on US financial assets. US Treasury yields rose, particularly on the longer end of the curve, while US stocks fell by more than 1.5%. The US dollar weakened, trading around 1.13 against the euro.
- In the euro area, yesterday's session was relatively calm, as investors remained cautious awaiting news on trade deals or other macroeconomic catalysts. Sovereign bond yields edged higher, with peripheral risk premia holding steady. Equity markets were mixed, and the IBEX-35 ended the day mostly flat.
- In commodities, oil prices dipped slightly, with Brent crude trading just below $65 per barrel, following reports that Iran a nd the US may resume talks later this week.
- On the macroeconomic front, UK inflation rose to 3.5% in April, marking its highest level since January 2024.

Interest Rates (%)	5/21	5/20	Daily Change (bp)	Weekly Change (bp)	YTD (bp)	YoY Change (bp)
Euro area						
ECB - Official Interest Rate (Depo)	**2,25**	2,25	0	0	-75	-175
€STR	**2,17**	2,17	0	0	-74	-174
Swap €STR (10Y)	**2,45**	2,41	4	-4	22	-16
3 months (Euribor)	**2,05**	2,06	-1	-10	-67	-178
12 months (Euribor)	**2,08**	2,10	-1	-8	-38	-160
Germany - 2-Year Bond	**1,87**	1,84	3	-7	-21	-110
Germany - 10-Year Bond	**2,65**	2,61	4	-5	28	15
France - 10-Year Bond	**3,31**	3,26	5	-7	12	34
Spain - 10-Year Bond	**3,26**	3,22	4	-5	20	0
Portugal - 10-Year Bond	**3,14**	3,10	5	-5	30	1
Italy - 10-Year Bond	**3,64**	3,60	4	-7	12	-15
Risk premium - France (10Y)	**67**	66	1	-2	-16	19
Risk premium - Spain (10Y)	**62**	61	0	0	-8	-15
Risk premium - Portugal (10Y)	**50**	49	1	0	2	-14
Risk premium - Italy (10Y)	**100**	100	0	-2	-16	-30
US						
Fed - Lower Bound*	**4,25**	4,25	0	0	0	-100
Fed Funds Rate Future (Dec.-25)	**3,89**	3,86	3	-1	-3	-63
3 months (SOFR)	**4,33**	4,33	0	0	2	-100
12 months (SOFR)	**4,08**	4,08	0	2	-9	-108
2-Year Bond	**4,02**	3,97	5	-3	-22	-81
10-Year Bond	**4,60**	4,49	11	6	3	19

Stock Markets	5/21	5/20	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**7,64**	7,68	-0,5	2,6	46,0	51,3
Ibex 35	**14308**	14323	-0,1	3,4	23,4	26,2
PSI 20	**7358**	7377	-0,3	2,5	15,4	6,5
MIB	**40551**	40522	0,1	0,5	18,6	17,2
DAX	**24122**	24036	0,4	2,5	21,2	28,8
CAC 40	**7910**	7942	-0,4	0,9	7,2	-2,8
Eurostoxx50	**5454**	5455	0,0	0,9	11,4	8,1
S&P 500	**5845**	5940	-1,6	-0,8	-0,6	9,8
Nasdaq	**18873**	19143	-1,4	-1,4	-2,3	12,1
Nikkei 225	**37299**	37529	-0,6	-2,2	-6,5	-4,2
MSCI Emerging Index	**1175**	1167	0,6	0,1	9,2	7,4
MSCI Emerging Asia	**645**	639	0,9	0,1	8,0	8,9
MSCI Emerging Latin America	**2256**	2279	-1,0	-1,1	21,8	-9,2
Shanghai	**3388**	3380	0,2	-0,5	1,1	7,3
VIX Index	**20,87**	18,09	15,4	12,1	20,3	76,0

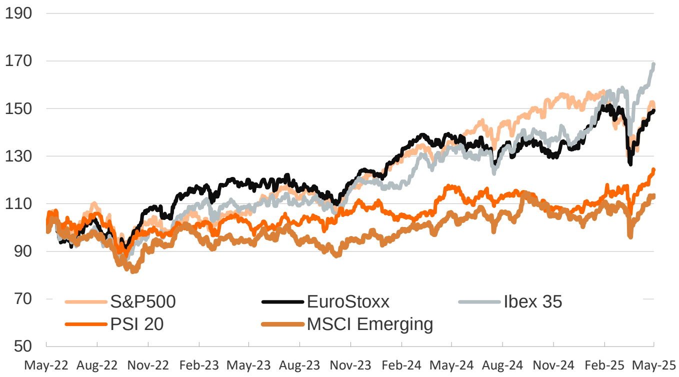
Currencies & Cryptocurrencies	5/21	5/20	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,133**	1,128	0,4	1,4	9,4	4,4
EUR/GBP	**0,84**	0,84	0,2	0,2	2,0	-1,1
EUR/CHF	**0,94**	0,93	0,1	-0,7	-0,5	-5,4
USD/JPY	**143,68**	144,51	-0,6	-2,1	-8,6	-8,0
USD/CNY	**7,20**	7,22	-0,2	-0,1	-1,3	-0,5
BTC/USD	**108282,41**	106953,22	1,2	4,5	15,5	55,3

Commodities	5/21	5/20	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**102,6**	102,2	0,4	0,2	3,8	-4,1
Brent (US$/barrel)	**64,9**	65,4	-0,7	-1,8	-13,0	-21,7
TTF Natural Gas-1M Future (€/MWh)	**36,6**	37,0	-1,0	4,5	-25,1	11,0
TTF Natural Gas-Dec.-25 Future (€/MWh)	**38,2**	38,4	-0,6	3,5	-14,7	-1,9
Gold (US$/ounce)	**3315,0**	3290,1	0,8	4,3	26,3	36,9

* To ensure the best comparability between USD and EUR policy rates, we are now displaying the lower bound of the Federal Funds Target Rate and the ECB'S Deposit Facility Rate, respectively

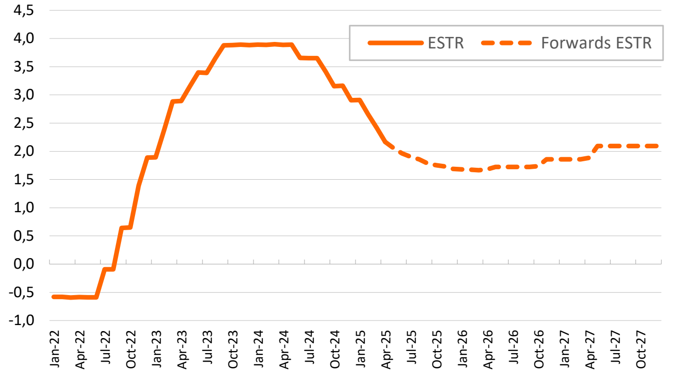
Main advanced stock markets

Index (100=Three years ago)



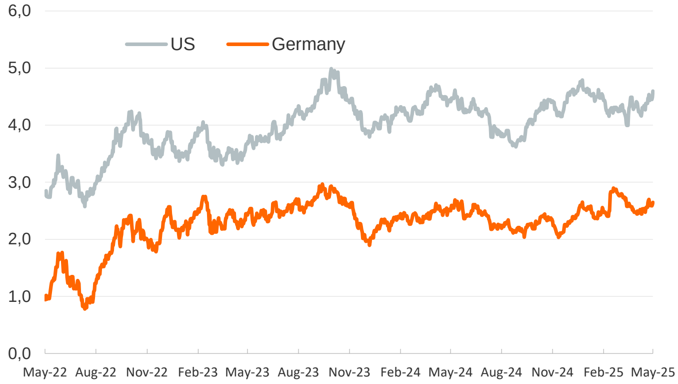
€STR: historical data and forwards

(%)



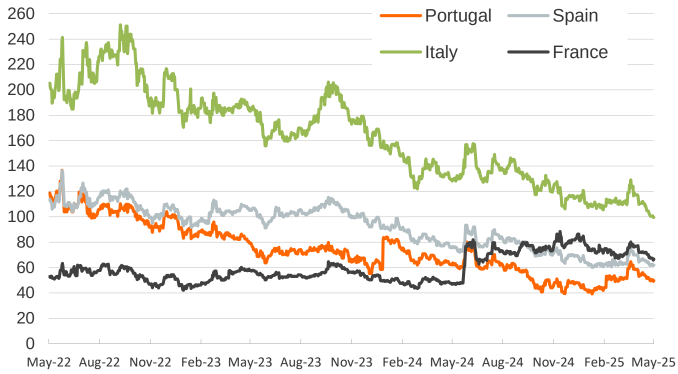
Yield on 10-year public debt: U.S. and Germany

(%)



Risk Premium on 10-year debt: France, Italy, Spain and Portugal

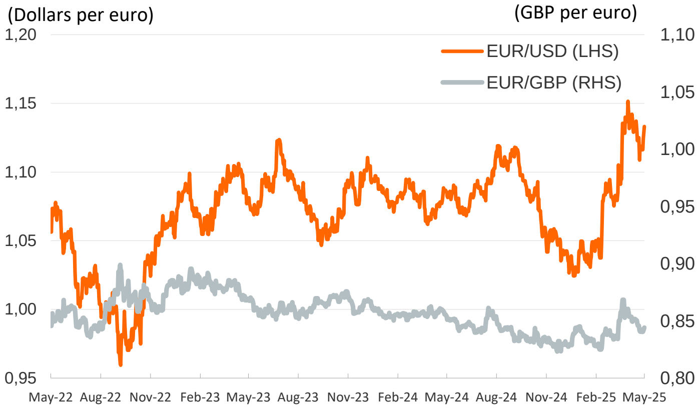
(basis points)



Exchange rate: Advanced-economy currencies

(Dollars per euro)

(GBP per euro)



Exchange rate: emerging economies index

(Index (100=Three years ago)

Brent oil price

(US$/barrel)

Dutch TTF Natural gas price

(€/MWh)